§ 17.805

activity. Such experience would involve at least twenty-five substance abusers, and would be experience which could be verified by VA inquiries of government or community groups with whom the applicant has worked in providing these services.

- (c) An acceptable plan for operating a residence designed to meet the conditions of a loan under this program, which will include:
- (1) Measures to ensure that residents are eligible for residency, i.e., are veterans, are in (or have recently been in) a program for the treatment of substance abuse, are financially able to pay their share of costs of maintaining the residence, and agree to abide by house rules and rent/utilities payment provisions.
- (2) Adequate rent/utilities collections to cover cost of maintaining the residence.
- (3) Policies that ensure democratic self-run government, including expulsion policies, and
- (4) Available technical assistance to residents in the event of house management problems.
- (d) Selection of a suitable housing unit for use as a transitional residence in a neighborhood with no known illegal drug activity, and with adequate living space for number of veterans planned for residence (at least one large bedroom for every three veterans, at least one bathroom for every four veterans, adequate common space for entire household)
- (e) Agreements, signed by an official authorized to bind the recipient, which include:
- (1) The loan payment schedule in accordance with the requirements of Pub. L. 102–54, with the interest rate being the same as the rate the VA is charged to borrow these funds from the U.S. Department of Treasury and with a penalty of 4% of the amount due for each failure to pay an installment by the date specified in the loan agreement involved, and
- (2) The applicant's intent to use proceeds of loan only to cover initial startup costs associated with the residence, such as security deposit, fur-

nishings, household supplies, and any other initial startup costs.

(Authority: Sec. 8 of Pub. L. 102-54, 105 Stat. 271, 38 U.S.C. 501)

§ 17.805 Additional terms of loans.

In the operation of each residence established with the assistance of the loan, the recipient must agree to the following:

- (a) The use of alcohol or any illegal drugs in the residence will be prohibited;
- (b) Any resident who violates the prohibition of alcohol or any illegal drugs will be expelled from the residence:
- (c) The cost of maintaining the residence, including fees for rent and utilities, will be paid by residents;
- (d) The residents will, through a majority vote of the residents, otherwise establish policies governing the conditions of the residence, including the manner in which applications for residence are approved;
- (e) The residence will be operated solely as a residence for not less than six veterans.

(Authority: Sec. 8 of Pub. L. 102-54, 105 Stat. 271, 38 U.S.C. 501)

HEALTH CARE FOR A VIETNAM VETERAN'S CHILD WITH SPINA BIFIDA

SOURCE: 62 FR 51284, Sept. 30, 1997, unless otherwise noted.

§ 17.900 Spina bifida—provision of health care.

- (a) VA shall provide a Vietnam veteran's child who has been determined under §3.814 of this title to suffer from spina bifida with such health care as the Secretary determines is needed by the child for the spina bifida or any disability that is associated with such condition. This is not intended to be a comprehensive insurance plan and does not cover health care unrelated to spina bifida.
- (b) Health care provided under this section shall be provided directly by VA, by contract with an approved health care provider, or by other arrangement with an approved health care provider. VA may inform spina bifida patients, parents, or guardians